

**GOVERNMENT OF ANDHRA PRADESH**

**ABSTRACT**

Rajiv Aarogyasri Health Insurance Scheme – Renewal of Memorandum of Agreement between Arogya Sri Healthcare Trust and Star Health and Allied Insurance Company Limited for providing health insurance to BPL families in three districts of Phase-I (4<sup>th</sup> renewal) and five districts of Phase-III (3<sup>rd</sup> renewal) – Permission accorded – Orders - Issued.

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**HEALTH, MEDICAL & FAMILY WELFARE (M2) DEPARTMENT**

G.O. Rt. No. 818

Dated : 02 April 2011

Read the following:

1. G.O.Rt.No.636 HM & FW Dept, dated : 03.03.2011
2. G.O.Rt.No.709, HM & FW Dept, dated : 15.03.2011
3. From the C.E.O., A.H.C.T., Hyderabad, Note No.AST/1494/F7-(P.I-4R & P.III-3 R)/2010-11, dated : 30.03.2011

**ORDER:**

1. In the reference first read above, orders were issued for implementation of Rajiv Aarogyasri Health Insurance Scheme for the fifth year in three districts, namely Ananthapur, Mahabubnagar and Srikakulam (Phase-I districts) for the period from 05 April 2011 to 04 April 2012 and for the fourth year in five districts, namely Medak, Karimnagar, Prakasam, SPS Nellore and YSR Kadapa of Phase-III for the period from 15 April 2011 to 14 April 2012 for 938 procedures of both Aarogyasri-I and II.

2. In the reference second read above, orders were issued accepting the recommendation of the Bid Committee and permitting the Chief Executive Officer (CEO) of Arogya Sri Healthcare Trust (AHST) to adopt the revised bid documents and the bidding schedule duly instructing him to follow due diligence and transparent process in competitive bidding.

3. The CEO of AHCT in the reference third read above has requested to permit him to proceed with the process of renewing Rajiv Aarogyasri Health Insurance Scheme in eight districts and to authorize him to enter into MOU with the only successful bidder, M/s. Star Health and Allied Insurance Company Limited, at a premium of Rupees Four Hundred and Eighty Nine (Rs.489) per family and Service Tax for nine hundred and thirty eight (938) procedures in eight districts for which the total premium is worked out at Rupees three hundred and fifty one crores, twenty one lakhs, thirty six thousand and two hundred and twenty four (Rs.351,21,36,224) benefitting sixty five lakh, eleven thousand and five hundred eighty nine (65,11,589) families. He had requested for release of the premium amount in two installments @ 50% of the total to enable him to pay the same to the said Insurance Company before commencement of the policy, i.e., 05.04.2011.

4. The Government have examined the matter and hereby accord sanction to the Arogya Sri Healthcare Trust to enter into an Agreement with the M/s. Star Health and Allied Insurance Company Limited at the premium of Rupees four hundred and eighty nine (Rs. 489) per family, plus the Service Tax for 938 procedures in eight districts at a total cost of Rs.351,21,36,224, benefitting 65,11,589 families.

5. The Government also accord administrative sanction for an expenditure of Rs.351,21,36,224/ ( Rupees three hundred and fifty one crores, twenty lakhs, thirty six thousand and two hundred and twenty four only) during the current financial year for this purpose. The government hereby authorize the Chief Executive Officer (CEO) of Arogya Sri Healthcare Trust (ASHT) to enter into an MOU with the Star Health and Allied Insurance Company Limited duly following the rules, regulations and guidelines issued by the Government from time to time in this regard. It also permits the AHCT to pay a total amount of Rs.351,21,36,224/- in two equal installments as per the MOU.

6. This order is being issued with the concurrence of the Finance Department U.O Note No. 3502/86/A1/Expr (M&H 1) /2011 dated 2 April 2011.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

DR P.V. RAMESH  
PRINCIPAL SECRETARY TO GOVERNMENT

To  
The Chief Executive Officer of Arogya Sri Healthcare Trust, Hyderabad

Copy to :

The Finance Department (Exp. M&H-1)  
The OSD to the Minister (Medical & Health)  
The PS to the Principal Secretary, Medical and Health Department  
P.S. to Special Chief Secretary to the CM  
Stock File / Section

**// FORWARDED :: BY ORDER //**

**SECTION OFFICER**